

To the Clerk of Wallace County, State of Kansas

We, the undersigned, officers of

Wallace

certify that: (1) the hearing mentioned in the attached publication was held; (2) after the Budget Hearing this budget was duly approved and adopted as the maximum expenditures for the various funds for the year 2020; and (3) the Amount(s) of 2019 Ad Valorem Tax are within statutory limitations.

Page No. 1

Wallace

2020

**Computation to Determine Limit for 2020**

|   | Amount of Levy         |
|---|------------------------|
| 1. Total tax levy amount in 2019 budget | + \$ <u>19,135</u>     |
| 2. Library levy in 2019 budget          | - \$ <u>          </u> |
| Other tax entity levy in 2019 budget    | - \$ <u>          </u> |
| 3. Net tax levy                         | \$ <u>19,135</u>       |

**2020 Budget Percentage Adjustments**

|   |                     |  |
|---|---------------------|--|
| 4. New improvements, Remodeling and Renovations for 2019 :                                      | + <u>0</u>          |  |
| 5. Increase in personal property for 2019 :   |                     |  |
| 5a. Personal property 2019  | + <u>6,398</u>      |  |
| 5b. Personal property 2018  | - <u>6,979</u>      |  |
| 5c. Increase in personal property (5a minus 5b)   | + <u>0</u>          |  |
|   | (Use Only if > 0)   |  |
| 6. Valuation of annexed territory for 2019 :  |                     |  |
| 6a. Real estate   | + <u>0</u>          |  |
| 6b. State assessed  | + <u>0</u>          |  |
| 6c. New improvements  | + <u>0</u>          |  |
| 6d. Total adjustment (sum of 6a, 6b, and 6c)  | + <u>0</u>          |  |
| 7. Valuation of property that has changed in use during 2019 :                                  | + <u>110</u>        |  |
| 8. Expiration of property tax abatements  | + <u>0</u>          |  |
| 9. Expiration of TIF, Rural Housing, and NR Districts<br>(Incremental assessed value over base) | + <u>          </u> |  |
| 10. Total valuation adjustment (sum of 4, 5c, 6d, 7, 8 & 9)                                     | <u>110</u>          |  |
| 11. Total estimated valuation July 1, 2019  | <u>540,538</u>      |  |
| 12. Percentage adjustment factor - Line 10 / (Line 11 - Line 10))                               | <u>0.0002</u>       |  |
| 13. Percentage adjustment increase (12 times 3)   | + \$ <u>4</u>       |  |
| 14. Consumer Price Index for all urban consumers for calendar year 2018 (5 year average)        | <u>1.50%</u>        |  |
| 15. Consumer Price Index adjustment (Line 3 times Line 14)                                      | \$ <u>287</u>       |  |
| 16. Total Percentage Adjustments  | \$ <u>291</u>       |  |

**2020 Revenue Adjustments**

|  |       |   |                   |          |
|--|-------|---|-------------------|----------|
| 17. Property tax revenues for debt service in 2020 budget:   |       | + | <u>0</u>          |          |
| Property tax revenues for debt service in 2019 budget:   |       | - | <u>0</u>          |          |
| Increase property tax revenues spent on debt service   |       |   | <u>0</u>          |          |
| 18. Property tax revenues spent for public building commission and lease payments in the 2020 budget:            |       | + | <u>          </u> |          |
| (Obligations must have been incurred prior to July 1, 2016)  |       |   |                   |          |
| (Do not include amounts already reported in debt service levy)   |       |   |                   |          |
| Property tax revenues spent for public building commission and lease payments in the 2018 budget:                |       | - | <u>          </u> |          |
| Increase property tax revenues spent on public building commission and lease payments                            |       |   | <u>0</u>          |          |
| 19. Property tax revenues spent on special assessments in the 2020 budget:                                       |       | + | <u>          </u> |          |
| (Do not include amounts already reported in debt service levy)   |       |   |                   |          |
| 20. Property tax revenues spent on court judgments or settlements and associated legal costs in the 2020 budget: |       | + | <u>          </u> |          |
| 21. Property tax revenues spent on Federal or State mandates (effective after June 30, 2015)                     |       |   |                   |          |
| and loss of funding from Federal sources after January 1, 2017 in the 2020 budget:                               |       | + | <u>          </u> |          |
| 22. Property tax revenues spent on expenses related to disaster or Federal Emergency in the 2020 budget:         |       | + | <u>          </u> |          |
| 23. Law enforcement expenses - 2020 budget:  |       | + | <u>          </u> |          |
| Law enforcement expenses - 2019 budget:  |       | - | <u>          </u> |          |
| CPI adjustment   | 1.50% |   | <u>0</u>          |          |
| Increased law enforcement expenses in 2020 budget:   |       |   |                   | +        |
| (Do not include building construction or remodeling costs)   |       |   |                   | <u>0</u> |
| 24. Fire protection expenses - 2020 budget:  |       | + | <u>          </u> |          |
| Fire protection expenses - 2019 budget:  |       | - | <u>          </u> |          |
| CPI adjustment   | 1.50% |   | <u>0</u>          |          |
| Increased fire protection expense in 2020 budget:  |       |   |                   | +        |
| (Do not include building construction or remodeling costs)   |       |   |                   | <u>0</u> |
| 25. Emergency medical expenses - 2020 budget:  |       | + | <u>          </u> |          |
| Emergency medical expenses - 2019 budget:  |       | - | <u>          </u> |          |
| CPI adjustment   | 1.50% |   | <u>0</u>          |          |
| Increased emergency medical expenses in 2020 budget:   |       |   |                   | +        |
| (Do not include building construction or remodeling costs)   |       |   |                   | <u>0</u> |
| 26. Total Revenue Adjustments  |       |   | <u>          </u> | <u>0</u> |

**Levies on Behalf of Another Political or Governmental Subdivision**

|  |   |                      |
|--|---|----------------------|
| 27. Library levy - 2020 budget:  | + | _____                |
| Other tax entity levy - 2020 budget  | + | _____                |
| Other tax entity levy - 2020 budget  | + | _____                |
| <b>28. Total Levies on Behalf of Another Political or Governmental Subdivision</b>   | + | <u>0</u>             |
| <b>29 Levy for Dissolved Taxing Entity (Only Use the First Year After Dissolved)</b> | + | _____                |
| <b>30. Total Computed Tax Levy</b>   |   | <u><b>19,426</b></u> |

**Other Tests - Property Tax Decline**

Note - In order to use the test, there must be a decline in tax revenues in at least one of the years listed below

|   |                |
|---|----------------|
| 2016 Tax Levy (Less Levy for other Governmental Units       |                |
| 2017 Tax Levy (Less Levy for other Governmental Units       | None           |
| 2018 Tax Levy (Less Levy for other Governmental Units       | None           |
| 2019 Tax Levy (Less Levy for other Governmental Units       | None           |
| Average Tax Levy (last three years                          | #DIV/0!        |
| CPI Adjustment of 0.025                                     | #DIV/0!        |
| Average Tax Levy Adjusted by CPI                            | #DIV/0!        |
| 2020 Total Tax Levy (Less Levy for Other Governmental Units |                |
| <b>Exemption from Election Requirement</b>                  | <b>#DIV/0!</b> |

“

**Other Tests - Lost Valuation Test**

Assessed Valuation Loss

|   |          |
|---|----------|
| 2020 Tax Levy (Less Levy for other Governmental Units   |          |
| 2019 Tax Levy (Less Levy for other Governmental Units   |          |
| Change in Levy  | 0        |
| CPI Adjustment  | 287      |
| 2020 Mill Rate (Less Mills for other Governmental Units |          |
| Loss of Assessed Valuation Multiplied by 2020 Mill Rate | <u>0</u> |
| Total Adjustment for Loss of Assessed Valuation         | 287      |

**Exemption from Election Requirement** **Yes**

2020

### Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates

| Budgeted Funds<br>for 2019 | Ad Valorem Levy<br>Tax Year 2018 | Allocation for Year 2020 |     |            |          |            |
|----------------------------|----------------------------------|--------------------------|-----|------------|----------|------------|
|                            |                                  | MVT                      | RVT | 16/20M Veh | Comm Veh | Watercraft |
| General                    | 19,135                           | 1,890                    | 48  | 44         | 115      | 0          |
| Debt Service               |                                  |                          |     |            |          |            |
| Library                    |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
|                            |                                  |                          |     |            |          |            |
| TOTAL                      | 19,135                           | 1,890                    | 48  | 44         | 115      | 0          |

|  |       |    |     |
|--|-------|----|-----|
| County Treas Motor Vehicle Estimate          | 1,890 |    |     |
| County Treas Recreational Vehicle Estimate   |       | 48 |     |
| County Treas 16/20M Vehicle Estimate         |       |    | 44  |
| County Treas Commercial Vehicle Tax Estimate |       |    | 115 |
| County Treas Watercraft Tax Estimate         |       |    | 0   |

|                             |                |  |  |  |
|-----------------------------|----------------|--|--|--|
| Motor Vehicle Factor        | <u>0.09877</u> |  |  |  |
| Recreational Vehicle Factor | <u>0.00251</u> |  |  |  |
| 16/20M Vehicle Factor       | <u>0.00230</u> |  |  |  |
| Commercial Vehicle Factor   | <u>0.00601</u> |  |  |  |
| Watercraft Factor           | <u>0.00000</u> |  |  |  |







**CPA Summary**  
City of Wallace

**Selected Notes**

Basis of Accounting

The column, prior years actual for 2018, has been prepared on the basis of financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Disclosures

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the basis of financial reporting provisions of the Kansas Municipal Audit and Accounting Guide.

Nature of the Projection

This financial projection, in columns 2 and 3 Current Year Estimation for 2019 and Projected Budget for year of 2020 presents to the best of Management's knowledge and belief, the City's results of operations and significant changes in financial position for the projection periods if the hypothetical assumptions occur. Accordingly, the projection reflects management's judgement as of June 26, 2019, the date of this projection, of the expected conditions if the hypothetical assumptions occur. The presentation is designed to provide information for management and the County Clerk of the county that the City resides in, to calculate the tax levy needed to support the City's operations and should not be considered to be a presentation of expected future results. Accordingly, this projection may not be useful for other purposes. Furthermore, even if the hypothetical assumptions occur, there will usually be differences between the projected and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. The assumptions disclosed herein are those that management believes are significant to the projection.

Summary of Significant Assumptions

1. Receipts and expenditures are received and spent as predicted (hypothetical).
2. Estimates of various taxes to be received as shown on pages 2 and 3 are accurate.
3. The receipts, expenditures, and unencumbered cash balances compared to the historical data remains as projected between years under the projection, as shown on the various individual fund presentation pages.
4. There will not be any catastrophic events or circumstances beyond the City's control that would affect the above assumptions.



Wallace

**FUND PAGE - GENERAL**

| Adopted Budget<br>General               | Prior Year<br>Actual for 2018      | Current Year<br>Estimate for 2019 | Proposed Budget<br>Year for 2020 |
|---|------------------------------------|-----------------------------------|----------------------------------|
| <b>Resources Available:</b>             | 110,431                            | 117,491                           | 99,588                           |
| <b>Expenditures:</b>                    |                                    |                                   |                                  |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| 0                                       | 0                                  | 0                                 | 0                                |
| Sub-Total detail page                   | 0                                  | 0                                 | 0                                |
| Capital Outlay                          |                                    |                                   | 62,014                           |
| Contract Services                       | 7,712                              | 3,500                             | 25,000                           |
| Electric                                | 2,675                              | 3,500                             | 4,000                            |
| Insurance                               | 1,848                              | 3,500                             | 4,500                            |
| Legal/Pub                               | 191                                | 500                               | 1,000                            |
| Payroll Taxes                           | 367                                | 750                               | 1,500                            |
| Repairs                                 | 602                                | 3,000                             | 5,500                            |
| Salary                                  | 4,912                              | 6,500                             | 7,500                            |
| Supplies                                | 1,823                              | 3,000                             | 2,500                            |
| Telephone                               | 494                                | 750                               | 1,500                            |
| Utilities                               | 1,278                              | 3,000                             | 4,000                            |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
|   |                                    |                                   |                                  |
| Cash Forward (2020 column)              |                                    |                                   |                                  |
| Miscellaneous                           | 570                                |                                   |                                  |
| Does miscellaneous exceed 10% Total Exp |                                    |                                   |                                  |
| <b>Total Expenditures</b>               | <b>22,472</b>                      | <b>28,000</b>                     | <b>119,014</b>                   |
| Unencumbered Cash Balance Dec 31        | 87,959                             | 89,491                            | XXXXXXXXXXXXXXXXXXXX             |
| 2018/2019/2020 Budget Authority Amount: | 95,914                             | 100,704                           | 119,014                          |
|   | Non-Appropriated Balance           |                                   |                                  |
|   | Total Expenditure/Non-Appr Balance |                                   | 119,014                          |
|   | Tax Required                       |                                   | 19,426                           |
| Delinquent Comp Rate:                   | 0.0%                               |                                   | 0                                |
|   | Amount of 2019 Ad Valorem Tax      |                                   | 19,426                           |

No Assurance Provided - See Selected Notes in the CPA Summary

Wallace

2020

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget                          | Prior Year      | Current Year      | Proposed Budget |
|---|-----------------|-------------------|-----------------|
| <b>Special Highway</b>                  | Actual for 2018 | Estimate for 2019 | Year for 2020   |
| Unencumbered Cash Balance Jan 1         | 194             | 1,711             | 2,941           |
| Receipts:                               |                 |                   |                 |
| State of Kansas Gas Tax                 | 1,606           | 1,630             | 1,640           |
| County Transfers Gas                    |                 | 0                 | 0               |
|   |                 |                   |                 |
| Interest on Idle Funds                  |                 |                   |                 |
| Miscellaneous                           |                 |                   |                 |
| Does miscellaneous exceed 10% Total Rec |                 |                   |                 |
| <b>Total Receipts</b>                   | <b>1,606</b>    | <b>1,630</b>      | <b>1,640</b>    |
| <b>Resources Available:</b>             | <b>1,800</b>    | <b>3,341</b>      | <b>4,581</b>    |
| Expenditures:                           |                 |                   |                 |
| Utility                                 |                 | 0                 | 3,500           |
| Gas/Oil                                 | 89              | 100               | 500             |
| Repairs/Maintenance                     |                 | 300               | 581             |
|   |                 |                   |                 |
| Cash Forward (2020 column)              |                 |                   |                 |
| Miscellaneous                           |                 |                   |                 |
| Does miscellaneous exceed 10% Total Exp |                 |                   |                 |
| <b>Total Expenditures</b>               | <b>89</b>       | <b>400</b>        | <b>4,581</b>    |
| Unencumbered Cash Balance Dec 31        | 1,711           | 2,941             | 0               |
| 2018/2019/2020 Budget Authority Amount: | 2,888           | 2,333             | 4,581           |

Adopted Budget

| <b>Water</b>                            | Prior Year      | Current Year      | Proposed Budget |
|---|-----------------|-------------------|-----------------|
|   | Actual for 2018 | Estimate for 2019 | Year for 2020   |
| Unencumbered Cash Balance Jan 1         | 73,846          | 81,645            | 85,495          |
| Receipts:                               |                 |                   |                 |
| Charges to Customers                    | 25,979          | 30,000            | 35,000          |
|   |                 |                   |                 |
|   |                 |                   |                 |
| Interest on Idle Funds                  |                 |                   |                 |
| Miscellaneous                           |                 |                   |                 |
| Does miscellaneous exceed 10% Total Rec |                 |                   |                 |
| <b>Total Receipts</b>                   | <b>25,979</b>   | <b>30,000</b>     | <b>35,000</b>   |
| <b>Resources Available:</b>             | <b>99,825</b>   | <b>111,645</b>    | <b>120,495</b>  |
| Expenditures:                           |                 |                   |                 |
| Contractual Payments                    | 1,500           | 2,000             | 3,500           |
| Contract Services                       | 0               | 1,500             | 2,500           |
| Dues and Fees                           | 65              | 100               | 650             |
| Electric                                | 3,331           | 3,750             | 5,500           |
| Gas/Oil                                 | 1,185           | 1,500             | 1,500           |
| Maintenance                             | 3,071           | 5,000             | 6,000           |
| Payroll Taxes                           | 367             | 500               | 1,000           |
| Postage                                 | 542             | 750               | 1,000           |
| Protection Fees                         | 401             | 500               | 1,000           |
| Repairs                                 | 675             | 2,000             | 15,000          |
| Salary                                  | 4,800           | 6,000             | 1,000           |
| Sales Tax                               | 17              | 50                | 100             |
| Telephone                               | 1,201           | 1,500             | 2,500           |
| Capital Outlay                          | 0               | 0                 | 79,245          |
| Cash Forward (2020 column)              |                 |                   |                 |
| Miscellaneous                           | 1,025           | 1,000             |                 |
| Does miscellaneous exceed 10% Total Exp |                 |                   |                 |
| <b>Total Expenditures</b>               | <b>18,180</b>   | <b>26,150</b>     | <b>120,495</b>  |
| Unencumbered Cash Balance Dec 31        | 81,645          | 85,495            | 0               |
| 2018/2019/2020 Budget Authority Amount: | 103,978         | 114,695           | 120,495         |

No Assurance Provided - See Selected Notes in the CPA Summary

Wallace

2020

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

| Adopted Budget<br>Cemetery              | Prior Year<br>Actual for 2018 | Current Year<br>Estimate for 2019 | Proposed Budget<br>Year for 2020 |
|---|-------------------------------|-----------------------------------|----------------------------------|
| Unencumbered Cash Balance Jan 1         | 5,090                         | 6,327                             | 5,827                            |
| Receipts:                               |                               |                                   |                                  |
| Receipts from Township                  | 1,000                         | 1,500                             | 1,500                            |
| Contributions                           | 545                           | 500                               | 750                              |
| CRP/Hay                                 | 360                           | 500                               | 500                              |
|   |                               |                                   |                                  |
| Interest on Idle Funds                  |                               |                                   |                                  |
| Miscellaneous                           |                               |                                   |                                  |
| Does miscellaneous exceed 10% Total Rec |                               |                                   |                                  |
| <b>Total Receipts</b>                   | <b>1,905</b>                  | <b>2,500</b>                      | <b>2,750</b>                     |
| <b>Resources Available:</b>             | <b>6,995</b>                  | <b>8,827</b>                      | <b>8,577</b>                     |
| Expenditures:                           |                               |                                   |                                  |
| Repairs and Maintenance                 | 668                           | 3,000                             | 3,000                            |
| Capital Outlay                          |                               |                                   | 5,577                            |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
| Cash Forward (2020 column)              |                               |                                   |                                  |
| Miscellaneous                           |                               |                                   |                                  |
| Does miscellaneous exceed 10% Total Exp |                               |                                   |                                  |
| <b>Total Expenditures</b>               | <b>668</b>                    | <b>3,000</b>                      | <b>8,577</b>                     |
| Unencumbered Cash Balance Dec 31        | 6,327                         | 5,827                             | 0                                |
| 2018/2019/2020 Budget Authority Amount: | 8,913                         | 7,450                             | 8,577                            |

Adopted Budget

| 0                                       | Prior Year<br>Actual for 2018 | Current Year<br>Estimate for 2019 | Proposed Budget<br>Year for 2020 |
|---|-------------------------------|-----------------------------------|----------------------------------|
| Unencumbered Cash Balance Jan 1         |                               | 0                                 | 0                                |
| Receipts:                               |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
| Interest on Idle Funds                  |                               |                                   |                                  |
| Miscellaneous                           |                               |                                   |                                  |
| Does miscellaneous exceed 10% Total Rec |                               |                                   |                                  |
| <b>Total Receipts</b>                   | <b>0</b>                      | <b>0</b>                          | <b>0</b>                         |
| <b>Resources Available:</b>             | <b>0</b>                      | <b>0</b>                          | <b>0</b>                         |
| Expenditures:                           |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
|   |                               |                                   |                                  |
| Cash Forward (2020 column)              |                               |                                   |                                  |
| Miscellaneous                           |                               |                                   |                                  |
| Does miscellaneous exceed 10% Total Exp |                               |                                   |                                  |
| <b>Total Expenditures</b>               | <b>0</b>                      | <b>0</b>                          | <b>0</b>                         |
| Unencumbered Cash Balance Dec 31        | 0                             | 0                                 | 0                                |
| 2018/2019/2020 Budget Authority Amount: | 0                             | 0                                 | 0                                |

No Assurance Provided - See Selected Notes in the CPA Summary

**NON-BUDGETED FUNDS (A)**  
*(Only the actual budget year for 2018 is to be shown)*

2020

### Non-Budgeted Funds-A

[illegible]

\*\*\*Note: These two block figures should agree.

No Assurance Provided - See Selected Notes in the CPA Summary

Published in The Western Times  
July 4, 2019

The governing body of  
Wallace

## BUDGET SUMMARY

[illegible]

\*Tax fees are expressed in mills

City Official Title: Mayor